

We had issued a note on December 24, 2015 giving two lists of DIYSIP Picks – Better Known Stocks/Lesser known stocks.

We have run a query on the performance of these two lists of picks from December 2015 to May 2016 and checked their performance as on June 17, 2016. This was based on the assumption that on every 23rd of the month (starting Dec 23, 2015) a sum of Rs.1 lakh was put into a SIP in each stock. Further dividend received in the interim was also added to the value of the portfolio.

We find that:

**Better Known Stocks:** The SIP portfolio posted a positive **annualized return of 31.7% compared to Nifty SIP annualized return of 13.8%** The portfolio performance was positively impacted by Biocon, Tata Motors, L&T, Axis Bank ,EID Parry, JSW Steel & Coal India, while BHEL (poor Q4 results and visibility) and ONGC (the realisation on crude oil has been distinctly lower for the company in the last quarter).

**Lesser Known stocks:** The SIP portfolio posted a positive **annualized return of 20.9% compared to Nifty SIP annualized return of 13.8%**. The portfolio performance was positively impacted by Crompton Greaves, India Cement, First Source Solution, AIA Eng, MCX, Oberoi Realty, Selan Exploration and Reliance Infra, while Inox Wind (uncertainty following its Q4FY16 results), V Mart (poorer than expected Q4FY16 results), Jet Airways (aviation turbine fuel price recently hiked by a steep 9.2 per cent) and Gujarat Pipavav Port (poor port traffic following sluggish commodity prices) pulled down its performance.

The Better known stocks outperformed the lesser known stocks as institutional interest remained focused on largecaps and better known midcaps during this period.

To be effective, SIP needs to be sustained over a long time frame or at least an entire market cycle.

#### **Better Known Stocks SIP returns**

Company	CMP as on 23-Dec-2015	CMP as on 17-June-2016	Total shares	Divid recd	Ptp appr	SIP value	Invested	SIP Return
Axis Bank	451.9	526.9	1359	5799.6	16.6%	721892.4	600000	40.6%
B H E L	172.1	122.35	4756	1902.5	-28.9%	583827.4	600000	-5.4%
Bank of Baroda	158.4	150.6	4234	0.0	-4.9%	637698.3	600000	12.6%
Biocon	481.8	717.1	1172	3116.8	48.8%	843521.5	600000	81.2%
Coal India	321.8	313.2	2010	26601.1	-2.7%	655998.1	600000	18.7%
EID Parry	193.7	233.5	3043	0.0	20.5%	710635.7	600000	36.9%
JSW Steel	1051.4	1395.05	506	3216.1	32.7%	708716.8	600000	36.2%
Larsen & Toubro	1293.0	1480.25	493	8988.1	14.5%	738012.8	600000	46.0%
O N G C	235.4	210.75	2756	9965.5	-10.5%	590727.8	600000	-3.1%
Tata Motors	378.6	464.4	1638	327.7	22.7%	761227	600000	53.7%
<b>Returns</b>						<b>6952258</b>	<b>6000000</b>	<b>31.7%</b>
Nifty	7865.95	8170.2	79		3.9%	641515.0	600000	13.8%

**Lesser Known Stocks SIP returns**

Company	CMP as on 23-Dec-2015	CMP as on 17-June-2016	Total shares	Divid recd	Ptp appr	SIP value	Invested	SIP Return
AIA Engg.	876.5	1035.05	684	6604.7	18.1%	714105.1	600000	38.0%
Crompton Greaves	64.6	74.95	10778		16.0%	807817.1	600000	69.3%
Firstsource Solutions	43.8	45.35	16519		3.5%	749135.1	600000	49.7%
Guj Pipavav Port	144.1	153.85	3756	5950.8	6.8%	583843.8	600000	-5.4%
Gulf Oil Lubricants	496.9	526.55	1190	5230.3	6.0%	631960.6	600000	10.7%
India Cements	85.4	104.4	7118	7118.1	22.2%	750252.6	600000	50.1%
Inox Wind	365.8	232.55	2216		-36.4%	515329.0	600000	-28.2%
Jet Airways	624.2	549.95	1009		-11.9%	555067.7	600000	-15.0%
Multi Comm. Exc	846.9	999.4	703	3866.7	18.0%	706812.7	600000	35.6%
Oberoi Realty	264.0	289.55	2399	2512.8	9.7%	697076.8	600000	32.4%
Reliance Infra.	457.9	536.7	1253	10646.7	17.2%	682891.3	600000	27.6%
Selan Expl. Tech	222.5	212.15	3245	4986.2	-4.7%	693308.7	600000	31.1%
V I P Inds.	102.9	109.55	5820	9371.9	6.5%	646959.8	600000	15.7%
V-Mart Retail	488.5	449.15	1208	817.9	-8.1%	543567.8	600000	-18.8%
<b>Returns</b>						<b>9278128.0</b>	<b>8400000</b>	<b>20.9%</b>
Nifty	7865.95	8170.2	79		3.9%	641515.0	600000	13.8%

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